UTA Presentation to the Transportation Interim Committee

H. David Burton, Board Vice Chair

Robert Biles, Chief Financial Officer

Michael A. Allegra, General Manager

June 19, 2013

UTA Service

- Utah Transit Authority (UTA) provides transit service with bus, paratransit, commuter rail, light rail, carpool, vanpool, bicycling, and walking

- UTA services are:
  - Voter referendum-approved in Box Elder, Weber, Davis, Tooele, Salt Lake, and Utah counties
  - Cover 1,600 square miles
  - Serves 80% of Utah's population
  - 43 million trips per year

UTA Governance and Oversight

- Major policy framework directed by mayors and county commissioners
- UTA is governed by a 16-member board of trustees, comprised of:
  - Elected officials and community leaders
  - Four members appointed by the Governor, Senate, House, and UDOT
  - 12 members appointed by local government
- Excellent working relationship with UDOT, MAG, and WFRC
- Business approach

UTA Board of Trustees

4

UTA Regular Audits
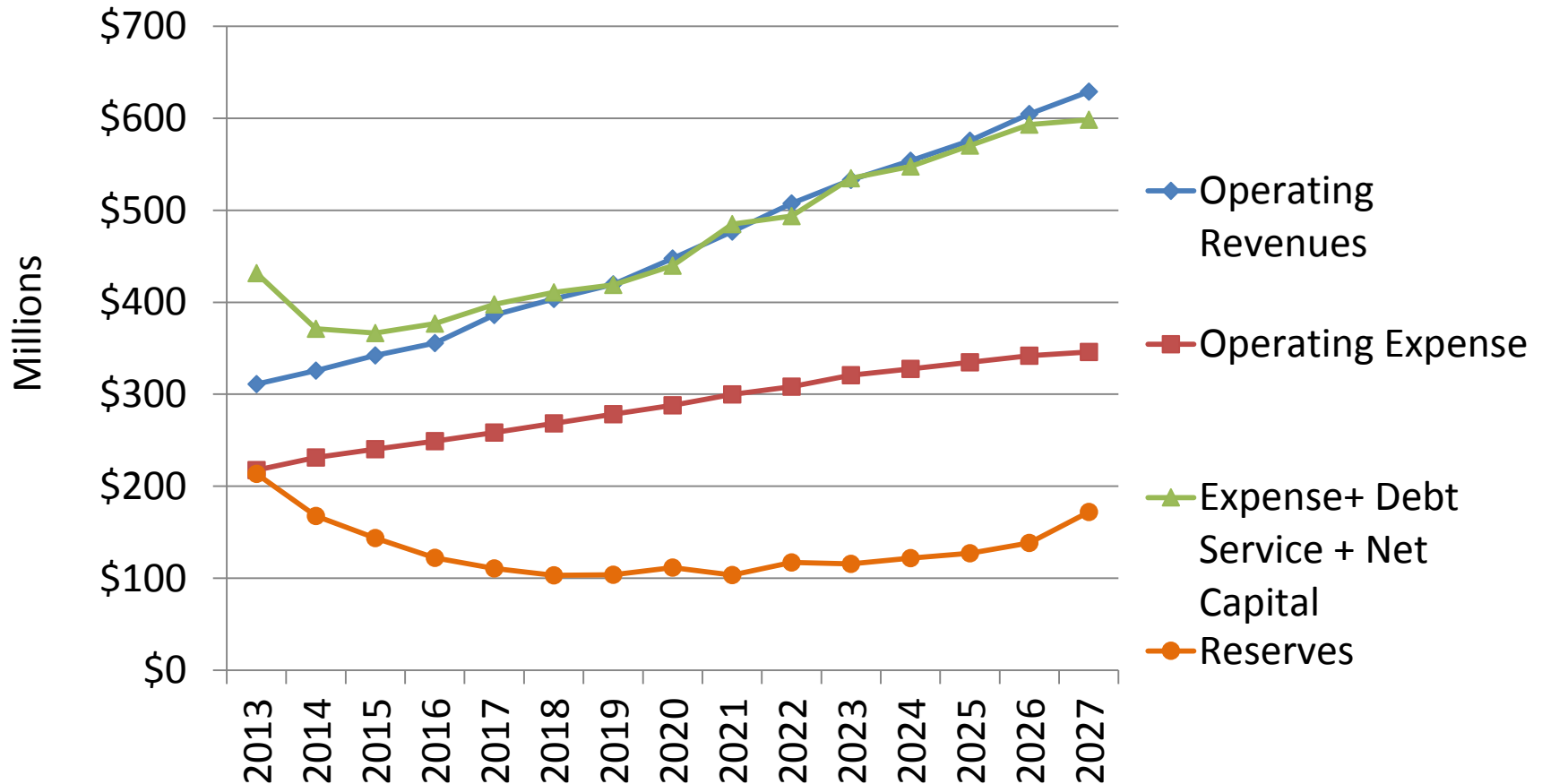
AUDIT	AUDITOR
Legislative Audit	Utah State Legislature
Financial Audit	Deloitte & Touche
Single Audit	Deloitte & Touche
Technology Audit	Deloitte & Touche
Pension Audit	Deloitte & Touche
Environmental ISO	NSF-ISR
Quality ISO	NSF-ISR
Safety ISO	NSF-ISR
Triennial Review	FTA
Federal Management Oversight	FTA
Improper Payment (IPERA)	DOT
Project Management Audit	FTA
Procurement System Audit	FTA
EEO Audit	FTA
Employment Standards	DOE

Culture of Transparency

- Run like a business, but completely transparent
- Conducting board and committee business in open meetings
- Adopted a stringent ethics policy
- Enhanced public participation process
- Posting documents and information online (studies, financial reports, and more)
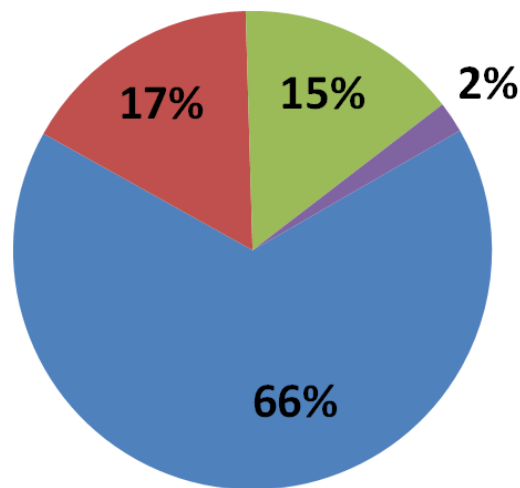- GRAMA compliance

UTA Financial Projections - May 2013

Revenue Sources

Utah Transit Authority
Operating Revenue -- 2012 Actual

- Sales Tax — 66%
- Federal Operating Funds — 17%
- Passenger Revenue — 15%
- Other — 2%

UTA Reserves and Debt Capacity
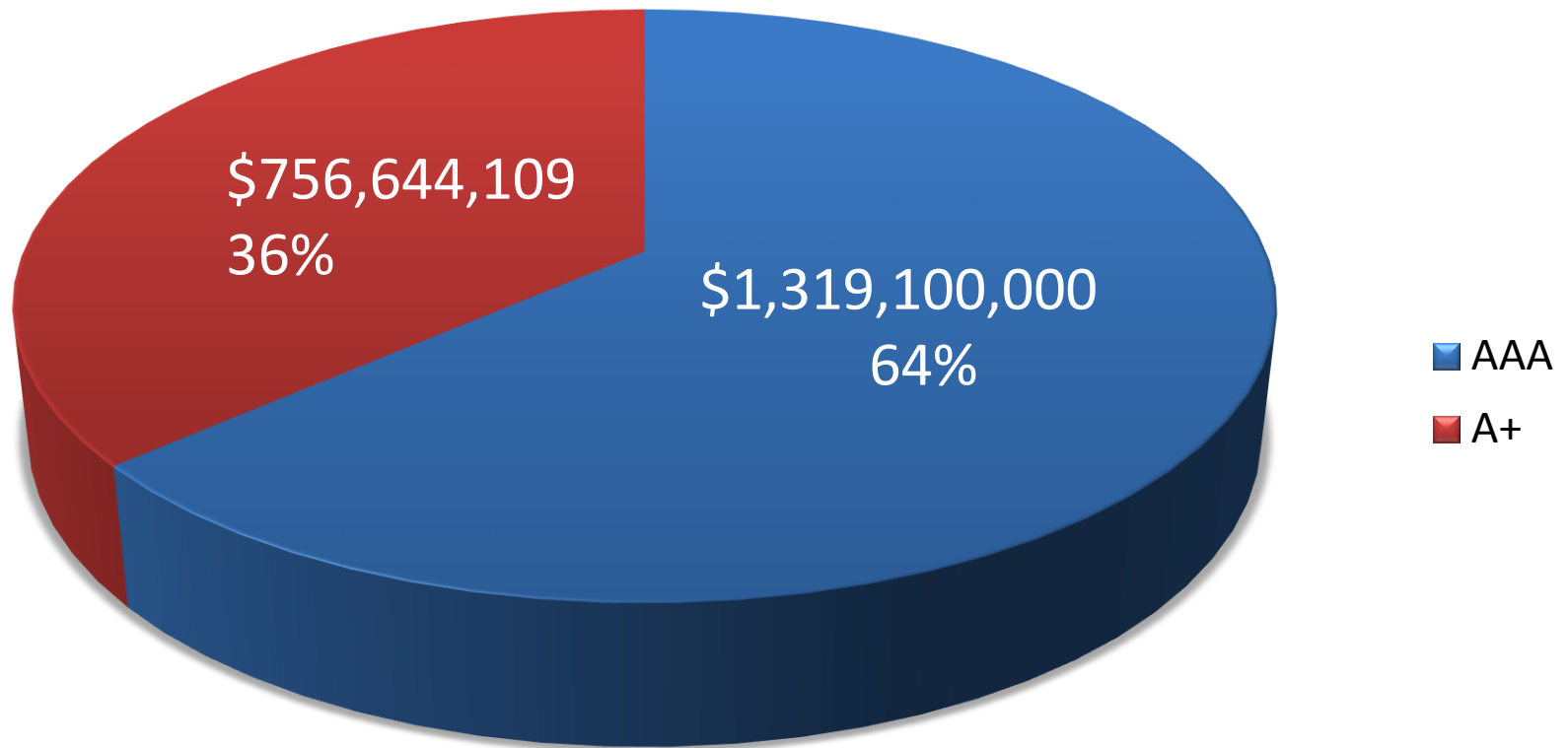
- UTA has adequate reserves for the foreseeable future
  - Between 2013 and 2025 UTA has between $103M and $213M in reserves
    - Debt service – bond requirements
    - Service sustainability – board requirements
    - Working capital – board requirements
    - Risk or insurance, reserves – board requirements
    - Debt rate stabilization reserves – board requirements
- UTA has significant unused debt capacity under state statute
  - As of December 31, 2012, UTA's unused debt capacity was $3.7B
  - Debt service as a percentage of expenditures ranges from 20% to 31%
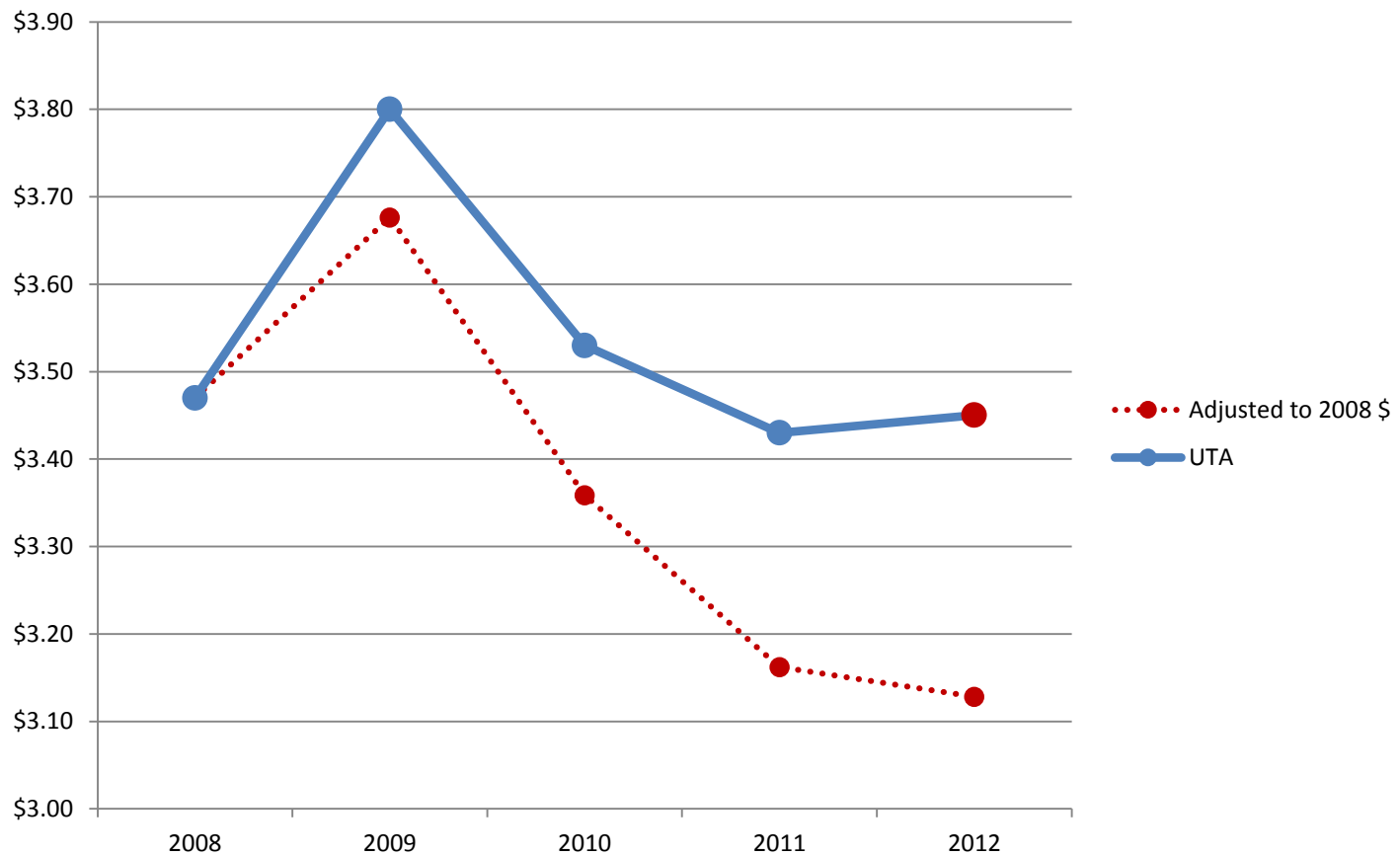
UTA Bond Ratings

Bond Rating Composition (December 31, 2012)

$756,644,109
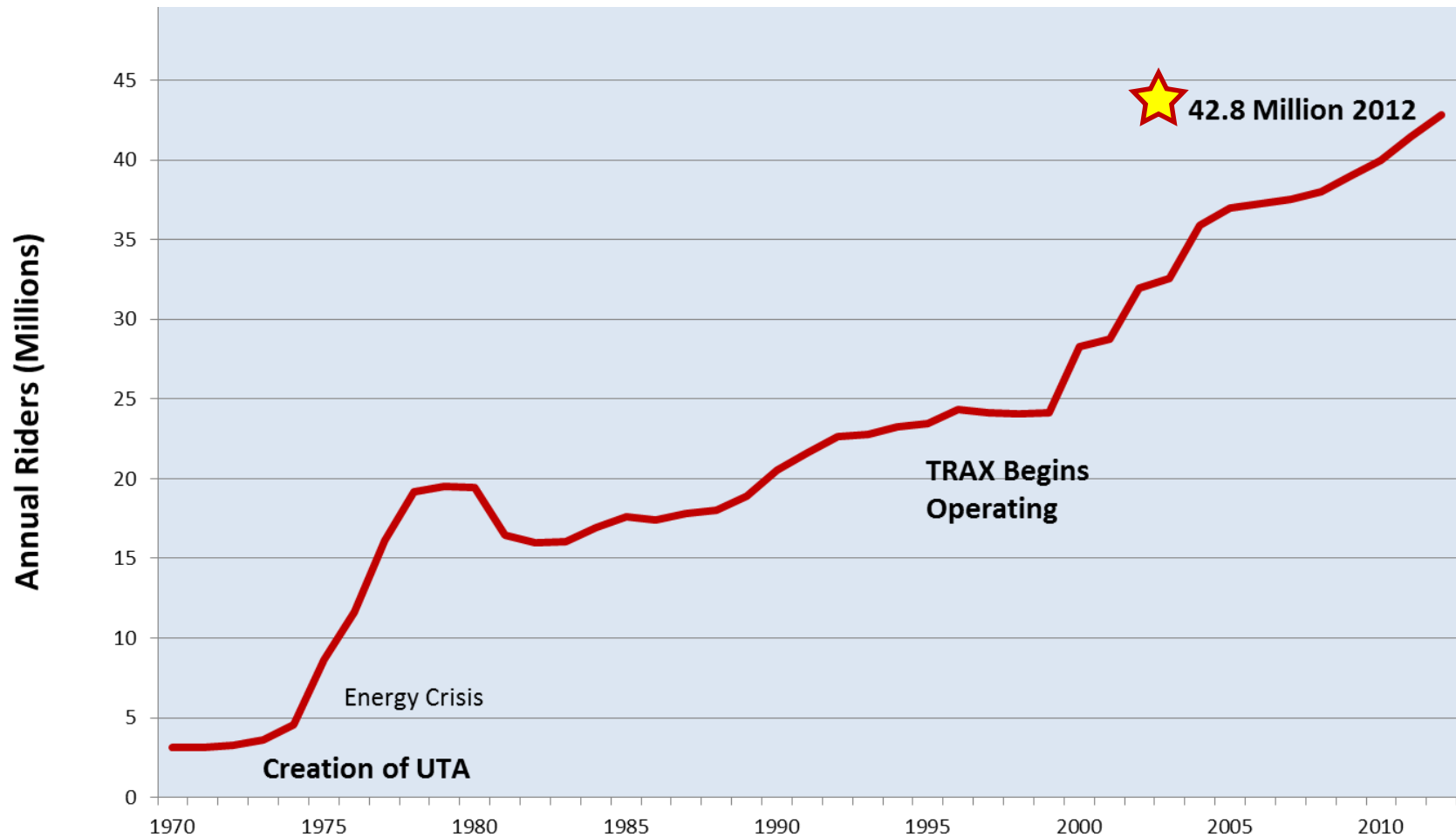36%

$1,319,100,000
64%

■ AAA

■ A+

UTA Investment-Per-Rider

UTA Investment-Per-Rider (IPR)

Performance: UTA Ridership
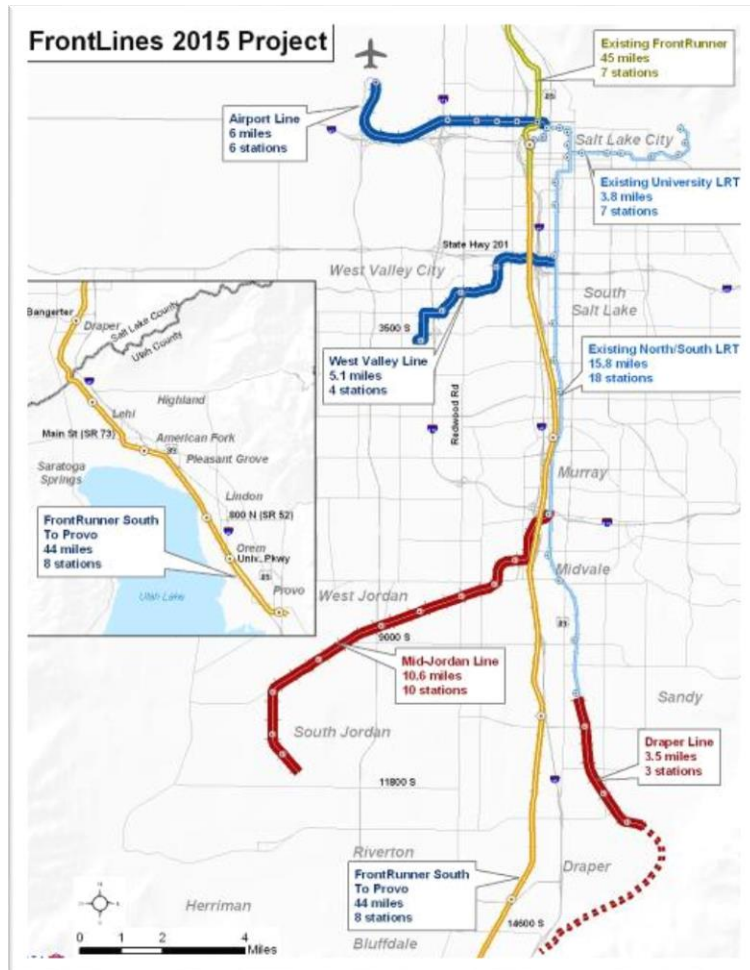
UTA Initiatives

- Safety and security
- Sustainability
- Technology

Frontlines 2015
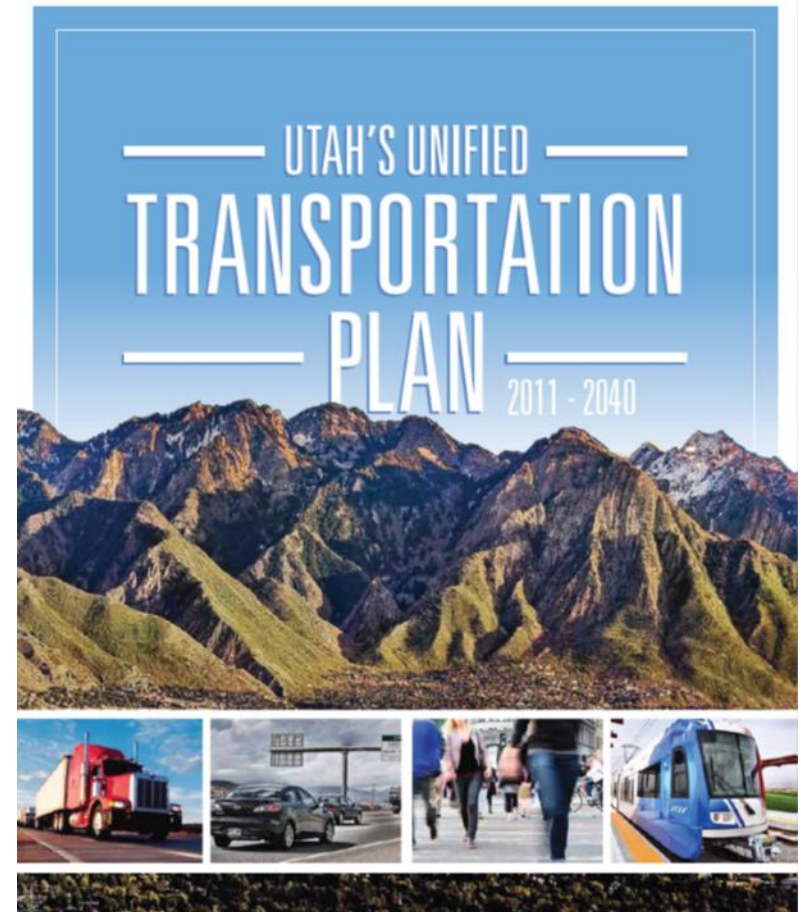## Completed 2 Years Ahead of Schedule and over $300 Million Under Budget

- One program, five lines, 70 miles
  - FrontRunner South (45 miles)
  - Mid-Jordan (10.6 miles)
  - Draper (3.5 miles)
  - West Valley (5.1 miles)
  - Airport (6 miles)
- Sugar House Streetcar
- Park City/Ogden ski bus service

Unified Plan

- Transportation "playbook"
- Return on investment
- Multi-modal
- Unprecedented team
- Unfunded needs

Future Needs

- Additional resources needed
- Unified Plan advocates a regional transit system
- Unified Plan recommends increasing transit sales tax to 1% or equivalent
  - 15 minute service
  - 90% population within one mile
  - Projects:
    - Bus rapid transit
    - Light rail/commuter rail extensions
    - Bus frequency
    - Mountain transportation

- Legislative authorization
- Benefits
  - Congestion relief
  - Air quality and energy
  - Mobility
  - Economic development

UTA